

Pursuant to Article 277. of the Companies Act and appropriate Articles 24. to 31. of the Articles of Association of **STANOVI JADRAN d.d., Split, Kralja Zvonimira 14/IX, MBS 060227551, OIB 88680117715 (further in text: the Company or STANOVI JADRAN d.d.)** the Management Board comes to the decision on Wednesday, **June 26, 2019.** of convening

THE GENERAL ASSEMBLY

which will be held on Friday, August 09, 2019 at 12:00 in the company's headquarter, Kralja Zvonimira 14/IX, Split.

The following agenda has been proposed:

1. The General Assembly opening, establishing the list of participants and quorum determination;
2. Submission of the Annual Audited Separate Financial Statements and the Annual Audited Consolidated Financial Statements for year ended 2018, already accepted by the Management Board and the Supervisory Board of the Company, together with report and opinion of an independent auditor - Deloitte doo, Zagreb, Radnička cesta 80, OIB 11686457780;
3. Submission of the Management Board Annual Report for 2018;
4. Submission of the Supervisory Board Annual Report for 2018;
5. Submission of the Audit Committee Annual Report for 2018;
6. Decision about covering the Company Loss for 2018;
7. Resolution to grant work approval to members of the Management Board for 2018;
8. Resolution to grant work approval to members of the Supervisory Board for 2018;
9. Resolution on the Auditor appointment to Revise the Company's Annual Non-Consolidated Financial Statements and Consolidated Financial Statements for 2019;
10. Revocation of a member of the Supervisory Board;
11. Resolution about decreasing the number of Supervisory board members;
12. Adoption of amendments to the Articles of Association of the Company.

PROPOSALS FOR DECISION

The Management Board and the Supervisory Board of the Company propose to the Assembly of the Company the adoption of decisions in the agenda.

Ad 2. The Assembly acknowledges the annual separate financial statements and the annual consolidated financial statements for the year ended 2018, accepted by the Management Board and the Supervisory Board of the Company , together with the report and opinion of the Independent Auditor - Deloitte doo, Zagreb, Radnička cesta 80, OIB 11686457780.

Ad 3. The Assembly acknowledges Management Board Annual Report for 2018.

Ad 4. The Assembly acknowledges Supervisory Board Annual Report for 2018.

Ad 5. The Assembly acknowledges Audit Committee Annual Report for 2018

Ad 6. Acceptation of proposal to cover the Company's loss in 2018 in the amount of 887,918.00 kuna by transferring this loss to the next period when it will be covered from the profit the Company achieves in the future.

Ad 7. The work of Management Board members for 2018 has been approved and clearance has been granted.

Ad 8. The work of Supervisory Board members for 2018 has been approved and clearance has been granted.

Ad 9. Deloitte d.o.o., Zagreb, Radnička cesta 80, OIB 11686457780 has been selected for the auditor of the annual separate financial statements and consolidated financial statements for 2019. The Management Board has been given an approval to sign a contract with the selected auditor.

Ad 10. Supervisory Board member Bojan Vrančić, OIB: 4188637012, Zagreb, Ilica 109 has been revoked.

Ad 11. Supervisory Board members have been decreased from 5 to 3 members. The mandate of the remaining members of the Supervisory Board is still running until the end.

Ad 12. Amendments to paragraph 15.2 of Article 15 of the Articles of Association have been made and reads as follows:

15.2. One or three members of the Supervisory Board should be elected by the majority of Company Assembly, voting for each proposed candidate individually; one member of the Supervisory Board who represents the employees of the Company should be named or revoked by the employees of the Company in accordance with the Labor Act and one member of the Supervisory Board should be named and revoked by the shareholders as qualified investors.

INSTRUCTIONS FOR PARTICIPATION IN THE GENERAL ASSEMBLY MEETING OF THE COMPANY

The share capital of the Company amounts to HRK 76,248,000.00 and is divided into 381,240 ordinary shares with voting rights, nominal amount of 1 share = HRK 200.00, which are in the name of and are unlimitedly transferable. The shares are held in the computer system of the Central Clearing Company d.d., Zagreb (SKDD) under the designation STJD-R-A, ISIN HRSTJDRA0006 as non-materialized securities. The right to participate and to exercise the voting rights at the Company's General Assembly meeting gives each voting right (1 share = 1 vote), which makes a total of 381,240 votes at the General Assembly meeting of the Company.

1. All the STANOVI JADRAN d.d. shareholders have been invited to participate in the work of the General Assembly which will be held on Friday, August 09, 2019 at the headquarters of the company, Kralja Zvonimira 14 / IX, Split at 12:00 o'clock.

2. Registration of the participants at the General Assembly meeting will be held on Friday, August 09, 2019 at the entrance to the headquarters of the Company, Kralja Zvonimira 14 / IX, Split, from 11:30 AM to 12:00 PM. Registration will not be possible after 12:00 PM. Please register on time. After 12:00 PM, those shareholders who are not registered on the list of

participants, however, are registered in the central depository, have the right to attend the General Assembly meeting but will not be able to use the right to vote.

3. While making a registration, shareholders or their representatives must show a legal and valid identification document, and for the representatives who are legal entities, the extract from the court register or another appropriate register that proves legality in case it is not done when filing the application for participation in the General Assembly meeting.

Registration, participation and voting at the General Assembly meeting

4. Each shareholder of the Company, who, in person or through his representative and in writing applies for the General Assembly meeting of the Company at least 6 (six) days prior to the General Assembly Meeting or no later than August 03, 2019 have the right to participate at the General Assembly meeting. The shareholder of the Company with the right to participate in the General Assembly is a person who is registered as a shareholder of the Company at the depository of the Central Depository Clearing Company dd, Zagreb on the day of the application, and if the person submits the application for participation in the General Assembly meeting no later than six days prior to the General Assembly Meeting or August 03, 2019 all together in accordance with Article 30 of the Company Article of Association.

5. The application must have the following content and attachments:

I. Application for a shareholder - a person

- name and surname, residence, address, OIB, account number opened at the Central Clearing Company d.d. and the total number of shares owned

II. Application for shareholder - legal person

- Company name or name of legal person, headquarters and address, OIB
- account number opened in the Central Clearing Company d.d. and the total number of shares owned
- an extract from the court register or other register in which proves that the person who is legally authorized to represent this legal person has been the one signed the application form

III. The application filed by the shareholder's representative

a) Attorney-at-law:

- name and surname, residence, address and OIB proxy
- the list of shareholders that represents, for each of them the account number opened in the central clearing company d.d. and the total number of shares owned for each shareholder
- All individual power of attorney of shareholders attached to the participation application

Shareholders' rights

6. Shareholders have the right to file a written counter-proposal to a proposal made by the Management Board and / or the Supervisory Board on a specific point in the agenda. The

counter-proposal, indicating the names and surnames of the shareholder and the reasons, will be communicated to the credit or financial institutions and shareholder associations that voted on behalf of the shareholders at the prior Annual General Meeting and will be made available to all shareholders on the company's website (www.stanovijadran.com), only if the shareholder submits counter-proposal to the Company at least 14 (fourteen) days prior to the day of the General Assembly meeting delivering it to the Company's headquarters (Kralja Zvonimira 14 / IX, 21000 Split, Croatia). The last day to submit the counter-proposal is July 26, 2019. In case a shareholder does not use this right, shareholder still keeps the right to raise counter-proposal at the General Assembly meeting. It is also appropriately applied to the proposal of the shareholder to elect the members of the Supervisory Board or to appoint an auditor of the Company.

7. A shareholder or shareholders who together hold shares constituting a twentieth of the share capital have the right to submit to the Company a written reasoned proposal to expand the agenda of the General Assembly meeting, should do that at least 30 (thirty) days prior to the General Assembly meeting, which expires on July 10, 2019.

8. The Management Board shall, at the General Assembly meeting, give each shareholder information on the Company's business upon his / her request, if it is necessary to adjudicate the matters on the agenda.

9. Materials for the General Assembly meeting foreseen by the law are available to see at the headquarters of the Company in Split, at Kralja Zvonimira 14 / IX, every working day from the day of the announcement of the General Assembly to the day of General Assembly Meeting has been held, from 10: 00 AM to 02:00 PM. Materials will also be published on the Company's website (www.stanovijadran.com) on the same day.

STANOVI JADRAN d.d.

Management Board:

Toni Jeličić Purko, the president

Maja Bradić, member